

1 Debt traded on a multilateral trading facility

- (1) In section 987 of ITA 2007 (meaning of “quoted Eurobond”) –
 - (a) the current text becomes subsection (1);
 - (b) in paragraph (b) of that subsection, after “exchange” insert “or admitted to trading on a multilateral trading facility operated by an EEA-regulated recognised stock exchange”;
 - (c) after that subsection insert –
 - “(2) For the purposes of this section –
 - (a) a recognised stock exchange is an “EEA-regulated recognised stock exchange” if it is regulated in the European Economic Area, and
 - (b) “multilateral trading facility” has the same meaning as in Article 4.1.22 of Directive 2014/65/EU of the European Parliament and of the Council of 15 May 2014 on markets in financial instruments.”
- (2) In each of section 151N of TCGA 1992, section 564G of ITA 2007 and section 507 of CTA 2009 (investment bond arrangements) –
 - (a) in subsection (1)(h), after “exchange” insert “or admitted to trading on a multilateral trading facility operated by an EEA-regulated recognised stock exchange”;
 - (b) in subsection (2) –
 - (i) omit the “and” at the end of paragraph (h);
 - (ii) after paragraph (i) insert –
 - “(j) a recognised stock exchange is an “EEA-regulated recognised stock exchange” if it is regulated in the European Economic Area, and
 - (k) “multilateral trading facility” has the same meaning as in Article 4.1.22 of Directive 2014/65/EU of the European Parliament and of the Council of 15 May 2014 on markets in financial instruments.”
- (3) The amendments made by subsection (1) have effect in relation to payments made on or after 1 April 2018.
- (4) The amendments made by subsection (2) have effect –
 - (a) for corporation tax purposes, in relation to accounting periods beginning on or after 1 April 2018;
 - (b) for income tax and capital gains tax purposes, for the tax year 2018-19 and subsequent tax years.